



STATE OF UTAH
NATURAL RESOURCES & ENERGY
Oil, Gas & Mining

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

April 28, 1983

#7075483

REGISTERED RETURN RECEIPT REQUESTED

Mr. F. G. McFarland
McFarland & Hullinger
P. O. Box 238
Tooele, Utah 84074

RE: Reclamation Surety
Crystal Mine
ACT/045/010
Tooele County, Utah

Dear Mr. McFarland:

Please find enclosed a copy of a letter from Commercial Union Insurance Companies (CUIIC) dated April 20, 1983.

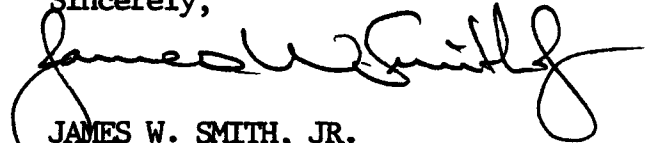
Upon advice from the Attorney General's Office, we are advising you that McFarland & Hullinger, as the operator of the Crystal Mine, is responsible for furnishing the Division of Oil, Gas and Mining with a reclamation surety adequate to cover the estimated costs of reclamation in the amount of \$17,000.00, not later than May 25, 1983, as required by provisions of the Utah Mined Land Reclamation Act (Title 40, Chapter 8, Utah Code Annotated 1953).

Failure to post said bond by the above date will result in a hearing before the Board of Oil, Gas and Mining on May 26, 1983 to show cause why the Division should not revoke McFarland & Hullinger's permit and require immediate reclamation. An Order to Show Cause will be forthcoming and, may be cancelled upon the Division's receipt of the reclamation surety prior to the scheduled hearing.

Mr. F. G. McFarland
ACT/045/010
April 28, 1983
Page 2

The Division staff did all that it could in trying to get CUIC to continue the past bond coverage, but ultimately it is the operator's responsibility. Should you have any questions, please don't hesitate to call.

Sincerely,



JAMES W. SMITH, JR.
COORDINATOR OF MINED
LAND DEVELOPMENT

JWS/btb

Enclosures

cc: Barbara Roberts, Assistant Attorney General
R. Daniels, DOGM